

Message Text

LIMITED OFFICIAL USE

PAGE 01 JIDDA 01230 140558Z
ACTION NEA-10

INFO OCT-01 ISO-00 OPIC-03 TRSE-00 EB-08 /022 W
-----140600Z 030275 /12

P 131550Z FEB 77
FM AMEMBASSY JIDDA
TO SECSTATE WASHDC PRIORITY 7273

LIMITED OFFICIAL USE JIDDA 1230

E.O. 11652: NA
TAGS: EFIN, SA
SUBJECT: SAG POSITION TOWARD ON-DEMAND SURETY BOND

REF: A) STATE 32065, B) JIDDA 0913

1. WE DO NOT KNOW WHY PTT MINISTRY REJECTED INA SURETY BOND. POSSIBILITIES RANGE FROM EXCESSIVE FORMALISM (E.E. STICKING TO LETTER OF BIDDING PROCEDURES), OR TO DESIRE TO KILL OFF ITT BID ON A TECHNICALITY. WE NOT SURE POSTMORTEM NECESSARY.

2. ITT SEEMS TO BE ON WAY TO OVERCOMING PTT RELUCTANCE TO ACCEPT BANK GUARANTEE IN LIEU OF SURETY BOND. IMMEDIATE PROBLEM HAS AS RESULT EASED.

3. ITT/INA EXPERIENCE MAY PROD SAG INTO ACTION IN APPROVING LIST OF "SPECIALIZED AND APPROVED INSURANCE COMPANIES". WE NOW UNDERSTAND FROM MIN FIN LEGAL ADVISOR THAT RECOMMENDATION HAS BEEN BEFORE MINISTER FOR SOME WEEKS, PROPOSING CIRCULAR TO ALL MINISTRIES WHICH WOULD SO DESIGNATE TOP 25 FIRMS ON TREASURY LIST (PROVIDED TO SAMA GOVERNOR QURAYSHI BY DEP ASSIST SEC PARSKY). SURETY FIRMS WOULD BE APPROVED SUBJECT TO REQUIREMENT TO SUBMIT BONDS THROUGH LOCAL BANKS FOR CERTIFICATION OR GUARANTEE OF SIGNATURES, AND CHECK

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 JIDDA 01230 140558Z

OF BOND/CAPITAL RATIO. WE WILL KEEP IN TOUCH WITH MIN FINANCE TO GET COPIES OF CIRCULAR WHEN AND IF IT ISSUED.
PORTER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BONDS (SECURITIES), INVESTMENT GUARANTEES
Control Number: n/a
Copy: SINGLE
Sent Date: 13-Feb-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977JIDDA01230
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770051-0694
Format: TEL
From: JIDDA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770246/aaaaboqt.tel
Line Count: 59
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d7096ec7-c288-dd11-92da-001cc4696bcc
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 STATE 32065, 77 JIDDA 913
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05-Apr-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3333982
Secure: OPEN
Status: NATIVE
Subject: SAG POSITION TOWARD ON-DEMAND SURETY BOND
TAGS: EFIN, SA
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/d7096ec7-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009